

# **Lessard-Sams Outdoor Heritage Council**

Protecting Minnesota's Lakes of Outstanding Biological Significance Laws of Minnesota 2021 Accomplishment Plan

### **General Information**

Date: 03/08/2023

**Project Title:** Protecting Minnesota's Lakes of Outstanding Biological Significance

Funds Recommended: \$1,477,000

Legislative Citation: ML 2021, First Sp. Session, Ch. 1, Art. 1, Sec. 2, subd. 5(f)

**Appropriation Language:** \$1,477,000 the first year is to the commissioner of natural resources for an agreement with Minnesota Land Trust to acquire land in permanent conservation easements and to restore and enhance lakes of outstanding biological significance in northeast and north-central Minnesota. Of this amount, up to \$168,000 is for establishing a monitoring and enforcement fund as approved in the accomplishment plan and subject to Minnesota Statutes, section 97A.056, subdivision 17. A list of proposed acquisitions must be included as part of the required accomplishment plan.

### **Manager Information**

Manager's Name: Wayne Ostlie
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### **Location Information**

County Location(s): Isanti, Hubbard, Cass, Clearwater, Lake, Cook, Wadena, Beltrami, Itasca, St. Louis and Aitkin.

### Eco regions in which work will take place:

Northern Forest

### **Activity types:**

Protect in Easement

### Priority resources addressed by activity:

Habitat

### **Narrative**

### **Abstract**

This program will bring focused conservation to one of Minnesota's priority aquatic resources, Lakes of Outstanding Biological Significance. These threatened lakes possess outstanding fisheries and provide habitat for a variety of SGCN; yet, at present, no habitat protection program specifically targets these priority resources. Through this proposal, the Minnesota Land Trust will protect through perpetual conservation easements 1/2 mile of shoreland and 216 acres of habitat associated with the top 10% of these lakes in northeast and northcentral Minnesota.

### **Design and Scope of Work**

Minnesota's lakeshore systems comprise one of the most biologically important habitats in the state for fish, game and wildlife. Yet, these systems are highly threatened due to intense shoreland development and non-compatible management. Development and disturbance of Minnesota's remaining sensitive shoreland continues to be a threat identified in many of the State's resource protection plans, including the most recent One Watershed One Plans that are in development across the state.

In a refinement of the Minnesota Land Trust's successful Critical Shorelands program (recommended for funding across 5 phases by LSOHC), this proposal focuses on a subset of critical lakeshore systems in northeast and northcentral Minnesota – Lakes of Outstanding Biological Significance. Although successful conservation programs have emerged around the protection of two statewide lake system priorities – 1. cisco (tullibee) lake protection by the Northern Waters Land Trust and Minnesota Land Trust, and 2. wild rice lakes by BWSR through the RIM Wild Rice program – a major gap in protection exists. A third conservation priority, lakes ranked by the Minnesota DNR as having outstanding biodiversity significance, has no protection program specifically targeting it. It is this gap in the state's lake protection toolbox that our proposal aims to fill.

To preserve this important component of Minnesota's aquatic natural heritage, MLT proposes to target the top 10% of these "Lakes of Outstanding Biological Significance" and protect their significant shorelands through conservation easements. These lakes represent the best of the best aquatic and shoreland habitat, and are characterized by exceptional fisheries (both game and non-game), high aquatic plant richness and floristic quality, and populations of endangered or threatened plant species and imperiled lake bird species. This work builds on the past success of MLT's Critical Shorelands Program.

Through this proposal, the Land Trust will protect 0.5 miles of threatened shoreland and 216 acres of associated upland habitat by acquiring permanent conservation easements from willing landowners. Project priorities and conservation opportunities will be informed by a combination of GIS analyses to score and rank high-quality target parcels and consultation with local partners. We will continue to target projects that help complete gaps in existing protected land, contain the highest-quality habitat, and provide the greatest leverage to the state. The Land Trust will employ its market-based RFP system for identifying, prioritizing and completing conservation easements in this program area.

Outcomes from this project include: 1) healthy populations of fish, waterfowl, and Species in Greatest Conservation

Need; 2) maintaining water quality of aquatic resources; 3) increased participation of private landowners in habitat projects; and 4) enhancement of prior state and local investments made in shoreland and forest conservation in the region. The Land Trust will strategically target target complexes of protect lands in which these outcomes are maximized.

# How does the plan address habitats that have significant value for wildlife species of greatest conservation need, and/or threatened or endangered species, and list targeted species?

This program will preserve critical shoreland and associated upland habitats adjacent to a prioritized subset of Minnesota's Lakes of Outstanding Biological Significance in northeast and north-central Minnesota that are essential to maintaining both healthy populations of the region's fish and wildlife populations and maintaining water quality of these aquatic resources. This program will address a noted protection gap associated with these priority lakes, and afford a level of protection to some of the state's highest quality game and non-game fisheries. The program will provide habitat protection for an array of SGCN, including American Woodcock, Olive-sided Flycatcher, Golden-winged Warbler, Winter Wren, and Black-backed Woodpecker. Numerous plans have identified the protection of these habitats as a conservation priority for Minnesota, including the Minnesota Wildlife Action Plan, DNR Aquatic Management Area program, the State Conservation and Preservation Plan, DNR Strategic Conservation Agenda, and Outdoor Heritage Fund: A 25 Year Framework. The central goal of this program is to protect high-quality critical shoreland habitat by securing permanent conservation easements in strategic locations along priority lakes and rivers, leaving a lasting legacy of protected habitat complexes.

# Describe how the plan uses science-based targeting that leverages or expands corridors and complexes, reduces fragmentation or protects areas identified in the MN County Biological Survey:

Approximately 407 lakes within the program area are characterized by the DNR as Lakes of Outstanding Biological Significance. Through this program, the Land Trust will focus its conservation work on the top 10% of these lakes. Using the DNR's Outstanding Biological Significance Lakes GIS layer for northeast and northcentral Minnesota, lakes were prioritized based on the following criteria: 1) level of existing protection (% of private/public lands associated with each lake), 2) ecological significance (MBS and NHIS data, % of sensitive shoreline by lake, and Minnesota Wildlife Action Plan), and 3) opportunity (# of private parcels greater than 35 acres for each lake). Sensitive Lakeshore inventories have been completed in Cass, Crow Wing, Aitkin and Itasca counties.

These Lakes of Outstanding Biological Significance were subsequently assessed to determine whether they were eligible for protection through existing programs focusing on Cisco (NWLT/MLT Fisheries Program) or wild rice (BWSR Wild Rice RIM Program). This prioritized list of target lakes will be further refined in consultation with local partners and resource experts. A scoring and ranking system is being developed that considers factors such as parcel size, ecological context, relationship to other protected land, SGCN, and habitat quality that will be used to prioritize individual parcels. The Sensitive Lakeshore Identification Manual (DNR 2016) will inform targeting of parcels associated with lakes in counties where a sensitive shoreland inventory has not yet been completed.

# Which two sections of the Minnesota Statewide Conservation and Preservation Plan are most applicable to this project?

- H2 Protect critical shoreland of streams and lakes
- H6 Protect and restore critical in-water habitat of lakes and streams

### Which two other plans are addressed in this program?

- Minnesota's Wildlife Action Plan 2015-2025
- Outdoor Heritage Fund: A 25 Year Framework

### Which LSOHC section priorities are addressed in this program?

#### Northern Forest

• Protect shoreland and restore or enhance critical habitat on wild rice lakes, shallow lakes, cold water lakes, streams and rivers, and spawning areas

### Does this program include leveraged funding?

Yes

### **Explain the leverage:**

The Land Trust encourages landowners to fully or partially donate the value of conservation easements. The leverage portion of the easement acquisition line item (\$180,000) is a conservative estimate of value we expect to see donated by landowners participating in the program.

Per MS 97A.056, Subd. 24, Please explain whether the request is supplanting or is a substitution for any previous funding that was not from a legacy fund and was used for the same purpose.

This request is not supplanting or substituting for any previous funding. This is entirely new work.

### How will you sustain and/or maintain this work after the Outdoor Heritage Funds are expended?

The land protected through conservation easements will be sustained through the best standards and practices for conservation easement stewardship. The Minnesota Land Trust is a nationally-accredited and insured land trust with a very successful stewardship

program that includes annual property monitoring, effective records management, addressing inquiries and interpretations, tracking changes in ownership, investigating potential violations and defending the easement in case of a true violation. Funding for these

easement stewardship activities is included in the project budget.

In addition, the Land Trust prepares for each landowner a habitat management plan that provides recommendations for use in ecologically managing the property over time. The Land Trust actively encourages landowners to manage their properties in line with

the conservation easement, and works with landowners to address any financial or informational obstacles that stand in the way of them doing so.

### **Actions to Maintain Project Outcomes**

Year	Source of Funds	Step 1	Step 2	Step 3
2025	MLT Long-Term	Annual monitoring of	Enforcement as	-
	Stewardship and	all easement projects	necessary	

Enforcement Fund

### **Activity Details**

### Requirements

### If funded, this program will meet all applicable criteria set forth in MS 97A.056?

Yes

### Is the land you plan to acquire (easement) free of any other permanent protection?

Yes

### Who will manage the easement?

Minnesota Land Trust will manage the easements.

#### Who will be the easement holder?

Minnesota Land Trust will hold the easements.

# What is the anticipated number of easements (range is fine) you plan to accomplish with this appropriation?

We anticipate closing on 3-7 conservation easements, depending on size/cost of prioritized parcels, and the level of donative value provided to the program by landowners.

#### **Land Use**

### Will there be planting of any crop on OHF land purchased or restored in this program?

No

### Will the eased land be open for public use?

No

### Are there currently trails or roads on any of the proposed acquisitions?

Yes

### Describe the types of trails or roads and the allowable uses:

Most conservation easements are established on private lands, many of which have driveways, field roads and trails located on them. Often, these established trails and roads are permitted in the terms of the easement and can be maintained for personal use if their use does not significantly impact the conservation values of the property. Creation of new roads/trails or expansion of existing ones is typically not allowed.

# Will the trails or roads remain and uses continue to be allowed after OHF acquisition?

Yes

### How will maintenance and monitoring be accomplished?

Existing trails and roads are identified in the project baseline report and will be monitored annually as part of the Land Trust's stewardship and enforcement protocols. Maintenance of permitted roads/trails in line with the terms of the easement will be the

responsibility of the landowner.

### Will new trails or roads be developed or improved as a result of the OHF acquisition?

No

### Will the acquired parcels be restored or enhanced within this appropriation?

No

We do not anticipate R/E needs associated with our parcels. If after prioritization and selection R/E needs exist, we will budget for that work in upcoming proposals.

# Will the land that you acquire (fee or easement) be restored or enhanced within this program's funding and availability?

No

#### Explain how, when, and source of the R/E work:

We do not anticipate R/E needs associated with our parcels. If after prioritization and selection R/E needs exist, we will budget for that work in upcoming proposals.

### **Timeline**

Activity Name	Estimated Completion Date
Acquire conservation easements: 1) identify priority	June 30, 2025
landowners, 2) negotiate, draft and complete easements,	
and 3) dedicate funds for long-term stewardship.	

**Date of Final Report Submission:** 11/01/2025

**Availability of Appropriation:** Subd. 7. Availability of Appropriation

Money appropriated in this section may not be spent on activities unless they are directly related to and necessary for a specific appropriation and are specified in the accomplishment plan approved by the Lessard-Sams Outdoor Heritage Council. Money appropriated in this section must not be spent on indirect costs or other institutional overhead charges that are not directly related to and necessary for a specific appropriation. For acquiring real property, the amounts in this section are available until June 30, 2025. Money for restoration or enhancement is available until June 30, 2026. Money for restoration and enhancement of land acquired with an appropriation in this article is available for four years after the acquisition date with a maximum end date of June 30, 2029. If a project receives at least 15 percent of its funding from federal funds, the time of the appropriation may be extended to equal the availability of federal funding to a maximum of six years if the federal funding was confirmed and included in the original approved draft accomplishment plan. Money appropriated for acquiring land in fee title may be used to restore, enhance, and provide for public use of the land acquired with the appropriation. Public-use facilities must have a minimal impact on habitat in acquired lands.

### **Budget**

Budget reallocations up to 10% do not require an amendment to the Accomplishment Plan.

#### **Totals**

Item	Funding Request	Antic. Leverage	Leverage Source	Total
Personnel	\$100,000	-	-	\$100,000
Contracts	\$86,000	-	-	\$86,000
Fee Acquisition w/	-	-	-	-
PILT				
Fee Acquisition w/o	-	-	-	-
PILT				
Easement Acquisition	\$900,000	\$180,000	Private Landowners	\$1,080,000
Easement	\$168,000	-	-	\$168,000
Stewardship				
Travel	\$13,000	-	-	\$13,000
Professional Services	\$182,000	-	-	\$182,000
Direct Support	\$27,000	-	-	\$27,000
Services				
DNR Land Acquisition	-	-	-	-
Costs				
Capital Equipment	-	-	-	-
Other	\$1,000	-	-	\$1,000
Equipment/Tools				
Supplies/Materials	-	-	-	-
DNR IDP	-	-	-	-
<b>Grand Total</b>	\$1,477,000	\$180,000	-	\$1,657,000

#### Personnel

Position	Annual FTE	Years Working	Funding Request	Antic. Leverage	Leverage Source	Total
MLT	0.26	4.0	\$100,000	-	-	\$100,000
Protection Staff						

**Amount of Request:** \$1,477,000 **Amount of Leverage:** \$180,000

Leverage as a percent of the Request: 12.19%

**DSS + Personnel:** \$127,000

As a % of the total request: 8.6%Easement Stewardship: \$168,000

As a % of the Easement Acquisition: 18.67%

# How will this program accommodate the reduced appropriation recommendation from the original proposed requested amount?

The funding recommended reflects 29% of that requested. Our budget is more or less proportional to that proposed, but some budget lines, by necessity, cannot be reduced proportionately and are more fixed.

### Describe and explain leverage source and confirmation of funds:

The Land Trust encourages landowners to fully or partially donate the value of conservation easements. The leverage portion of the

easement acquisition line item (\$180,000) is a conservative estimate of value we expect to see donated by

landowners participating in the program.

#### **Personnel**

### Has funding for these positions been requested in the past?

Yes

# Please explain the overlap of past and future staffing and position levels previously received and how that is coordinated over multiple years?

FTEs listed in the proposal are an estimate of the personnel time required to deliver the grant outputs included in this proposal. An array of staff may work on projects to complete legal review, sub-contracts, negotiating with landowners, drafting conservation easements, completing baseline reports and managing the grant. MLT's basis for billing is the individual Protection project we work on, ensuring allocation to the appropriate grant award. And by using a timesheet-based approach we use only those personnel funds actually expended to achieve the goals of the grant.

#### **Contracts**

### What is included in the contracts line?

The contracts budget line includes funding for the writing of habitat management plans, landowner outreach via SWCD offices and other partners, and conservation easement project management (contracted from BWSR).

### **Easement Stewardship**

# What is the number of easements anticipated, cost per easement for stewardship, and explain how that amount is calculated?

We anticipate closing 3-7 conservation easements depending on easement value/size and the level of donated easement value brought into the program. The average cost per easement to fund the Minnesota Land Trust's perpetual monitoring and enforcement obligations is \$24,000. This figure is derived from MLT's detailed stewardship funding "cost analysis" which is consistent with Land Trust Accreditation standards. MLT shares periodic updates to this cost analysis with LSOHC staff.

### **Travel**

### Does the amount in the travel line include equipment/vehicle rental?

Yes

# Explain the amount in the travel line outside of traditional travel costs of mileage, food, and lodging Land Trust staff regularly rent vehicles for grant-related purposes, which is a significant cost savings over use of personal vehicles.

# I understand and agree that lodging, meals, and mileage must comply with the current MMB Commissioner Plan:

Yes

### **Direct Support Services**

# How did you determine which portions of the Direct Support Services of your shared support services is direct to this program?

In a process that was approved by the DNR on March 17, 2017, Minnesota Land Trust determined our direct support services rate to include all of the allowable direct and necessary expenditures that are not captured in

other line items in the budget, which is similar to the Land Trust's proposed federal indirect rate. We will apply this DNR-approved rate only to personnel expenses to determine the total amount of direct support services.

### **Other Equipment/Tools**

### Give examples of the types of Equipment and Tools that will be purchased?

Items would include those necessary for the completion of conservation easements, and may including post pounders for erecting signage, GPS devices for use in mapping associated with baseline documentation reports, conservation easement and so forth, etc,

### **Federal Funds**

Do you anticipate federal funds as a match for this program?  $\ensuremath{\text{No}}$ 

## **Output Tables**

### **Acres by Resource Type (Table 1)**

Type	Wetland	Prairie	Forest	Habitat	Total Acres
Restore	ı	ı	ı	ı	-
Protect in Fee with State PILT Liability	-	ı	ı	ı	-
Protect in Fee w/o State PILT Liability	ı	ı	ı	ı	-
Protect in Easement	-	ı	ı	216	216
Enhance	ı	ı	ı	ı	-
Total	-	•	•	216	216

### **Total Requested Funding by Resource Type (Table 2)**

Type	Wetland	Prairie	Forest	Habitat	Total Funding
Restore	-	ı	ı	ı	-
Protect in Fee with State PILT Liability	-	-	-	-	-
Protect in Fee w/o State PILT Liability	-	-	-	-	-
Protect in Easement	-	-	-	\$1,477,000	\$1,477,000
Enhance	-	-	-	-	-
Total	-	-	-	\$1,477,000	\$1,477,000

## **Acres within each Ecological Section (Table 3)**

Туре	Metro/Urban	Forest/Prairie	SE Forest	Prairie	N. Forest	<b>Total Acres</b>
Restore	-	-	-	ı	ı	-
Protect in Fee with State PILT Liability	-	-	-	1	1	1
Protect in Fee w/o State PILT Liability	-	-	-	-	-	-
Protect in Easement	-	-	-	-	216	216
Enhance	-	-	-	1	1	-
Total	-	-	-	-	216	216

### **Total Requested Funding within each Ecological Section (Table 4)**

Туре	Metro/Urban	Forest/Prairie	SE Forest	Prairie	N. Forest	Total Funding
Restore	-	-	-	-	ı	-
Protect in Fee with State PILT Liability	1	-	-	1	1	-
Protect in Fee w/o State PILT Liability	-	-	-	-	-	-
Protect in Easement	-	-	-	-	\$1,477,000	\$1,477,000
Enhance	-	-	-	-	ı	-
Total	-	-	-	-	\$1,477,000	\$1,477,000

### **Average Cost per Acre by Resource Type (Table 5)**

Туре	Wetland	Prairie	Forest	Habitat
Restore	-	-	•	ı
Protect in Fee with State PILT Liability	-	-	-	1
Protect in Fee w/o State PILT Liability	-	-	-	-
Protect in Easement	-	-	-	\$6,837
Enhance	-	-	-	-

## **Average Cost per Acre by Ecological Section (Table 6)**

Туре	Metro/Urban	Forest/Prairie	SE Forest	Prairie	N. Forest
Restore	-	-	-	-	-
Protect in Fee with State	-	-	-	-	-
PILT Liability					

Protect in Fee w/o State	-	-	-	-	-
PILT Liability					
Protect in Easement	-	-	-	-	\$6,837
Enhance	-	-	-	-	-

### Target Lake/Stream/River Feet or Miles

0.5

### **Outcomes**

### Programs in the northern forest region:

 Healthy populations of endangered, threatened, and special concern species as well as more common species ~ Shorelands are protected from development and fragmentation This program will permanently protect 216 acres of the most biologically outstanding shoreland in northern Minnesota and approximately 0.5 miles of undeveloped shoreline. Measure: Acres/shoreland protected.

### **Parcels**

For restoration and enhancement programs ONLY: Managers may add, delete, and substitute projects on this parcel list based upon need, readiness, cost, opportunity, and/or urgency so long as the substitute parcel/project forwards the constitutional objectives of this program in the Project Scope table of this accomplishment plan. The final accomplishment plan report will include the final parcel list.

#### **Parcel Information**

### Sign-up Criteria?

<u>Yes</u>

### Explain the process used to identify, prioritize, and select the parcels on your list:

Solicitation for potential projects employs a diverse strategy of direct outreach to landowners in high priority conservation areas and coordinated outreach with conservation partners including lake associations, Soil and Water Conservation Districts and others. Leads for potential projects are pursued following initial assessment and scoring against criteria identified in established conservation plans. Criteria based scoring systems provide a standardized set of data from which multiple projects can be compared relative to each other and individual projects can be compared against a baseline. Scoring systems are a set of data, not a final, complete decision making tool. Local expertise and experience, programmatic goals, timelines, available resources, capacity, and other more subjective factors might also come into play in project selection and decision making.

The attached scoresheet provides an approach to criteria based scoring that considers: 1) Ecological Integrity/Viability as current status; 2) Threat/Urgency as a future scenario if protection is not afforded; and 3) Cost reflecting the overall value realized through the acquisition of a conservation easement (including a reflection of donative value). Ecological Integrity weights property size, condition, and context equally (at least as an initial starting point). The three primary factors, when taken together, provide a good estimate of long-term viability for biodiversity at the site: 1) Size of the parcel to be protected, 2) Condition of the habitat on the parcel, and 3) its Landscape context (both from a protection and ecological standpoint).

### **Protect Parcels**

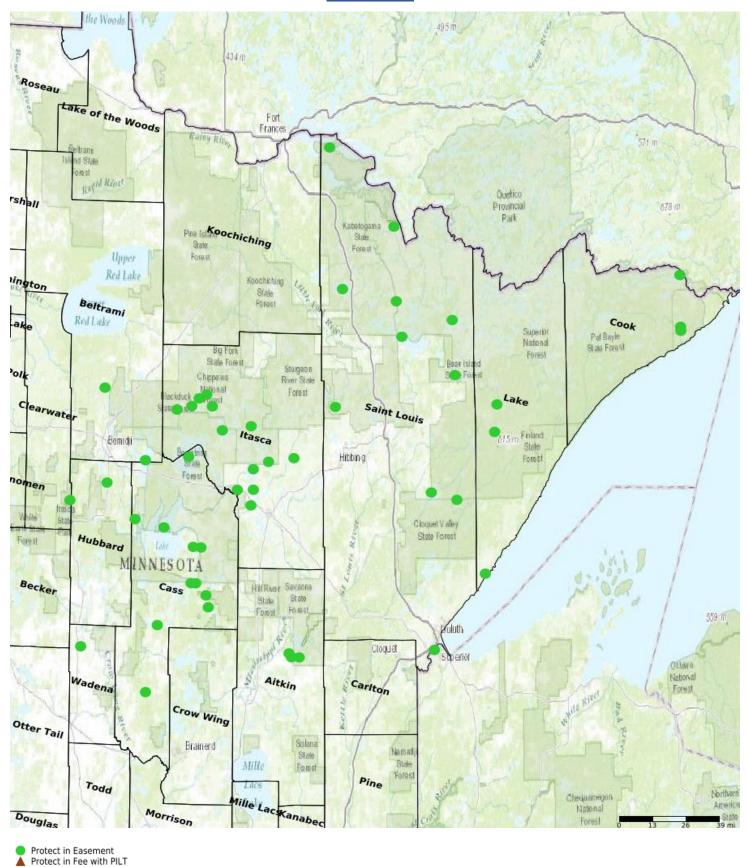
Name	County	TRDS	Acres	Est Cost	Existing
					Protection
Flowage	Aitkin	04924225	0	-	No
Rat	Aitkin	04924223	0	-	No
Minnewawa	Aitkin	04923228	0	-	No
Cass	Beltrami	14631236	0	-	No
Puposky Lake	Beltrami	14933132	200	\$60,000	No
Leech	Cass	14329230	0	-	No
Winnibigoshish	Cass	14628226	0	-	No
Boy	Cass	14227219	0	-	No
Stoney Brook - MLT	Cass	13631225	260	\$200,000	No
Inguadona	Cass	14027205	0	-	No
Brockway	Cass	13930235	0	-	No
George	Cass	13926206	0	-	No
Island	Cass	14027224	0	-	No
Swift	Cass	14227222	0	-	No
Rice	Cass	14028201	0	-	No
Lake Itasca	Clearwater	14436225	364	\$500,000	No
Flute Reed River 1	Cook	06203103	40	\$125,000	No
Loon	Cook	06503234	0	-	No
Flute Reed River 2	Cook	06203110	160	\$250,000	No

					0,000 1111100
Steamboat Lake	Hubbard	14331217	171	\$250,000	No
Plantagenet Lake	Hubbard	14533133			No
Deer Lake	Isanti	05726228	726228 60 \$1		No
Sand	Itasca	14826220 0		-	No
Wabana	Itasca	05725216	0	-	No
Nashwauk	Itasca	05723207	0	-	No
Bass	Itasca	05626221	0	-	No
Bowstring	Itasca	14726224	14726224 0		No
Natures	Itasca	14827209	0	-	No
Rice	Itasca	14827201	0	-	No
White Oak	Itasca	14425201	0	-	No
Round	Itasca	14828224	0	-	No
Blackwater	Itasca	05526208	0	-	No
Dixon	Itasca	14829225	0	-	No
North Star	Itasca	05926232	0	-	No
Stony	Lake	05910204	0	-	No
Greenwood	Lake	05810208	0	-	No
Whiteface Reservoir	St. Louis	05614230	0	-	No
Vermilion River	St. Louis	06417224	0	-	No
Wolf	St. Louis	05513202	0	-	No
Birch	St. Louis	06113226	0	-	No
Crane	St. Louis	06717213	0	-	No
Burntside Lake (Reed Family Trust 2)	St. Louis	06313215	9	\$0	No
St. Louis River Estuary	St. Louis	04914217	0	-	No
Vermilion	St. Louis	06216205	0	-	No
Pelican	St. Louis	06420204	0	-	No
Shannon	St. Louis	05921202	0	-	No
Rainy	St. Louis	07021203	0	-	No
Lower Twin Lake	Wadena	13835135	400	\$100,000	No

# **Protect Parcels with Buildings**

Name	County	TRDS	Acres	Est Cost	Existing Protection	Buildings	Value of Buildings
Lake Superior Two	Lake	05211210	15	\$75,000	No	1	\$0
Harbors 2							

### **Parcel Map**



Protect in Fee W/O PILT

Restore Enhance Other